

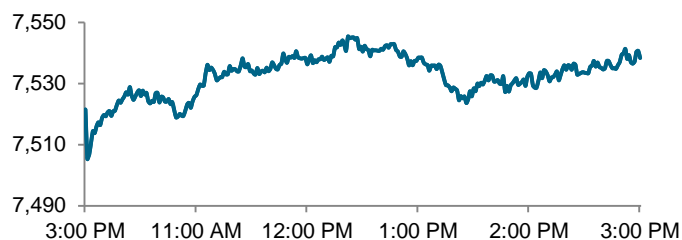
DAILY MARKETS OVERVIEW

السعودية الفرنسية كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



JANUARY 29, 2018

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,538	0.2	0.2	4.3	17.8
Saudi (NOMU)	3,059	-1.3	-1.3	-2.6	NA
Energy	4,392	0.0	0.0	2.6	15.6
Materials	5,231	-0.8	-0.8	3.5	22.4
Capital Goods	4,320	0.8	0.8	-0.5	15.0
Com. & Prof. Svc	4,174	0.8	0.8	-0.8	16.8
Transportation	4,052	0.6	0.6	1.0	15.6
Cons. Durables & Apparel	4,018	-0.4	-0.4	-3.0	NA
Consumer Services	3,830	1.0	1.0	3.9	12.3
Media	8,663	1.4	1.4	12.0	NA
Retailing	6,104	0.4	0.4	8.4	19.8
Food & Staples Retailing	5,572	0.2	0.2	-0.7	24.7
Food & Beverages	4,837	-0.2	-0.2	-1.2	NA
Health Care Equipment	4,714	-0.8	-0.8	6.1	25.3
Pharma, Biotech & Life Science	4,063	-0.2	-0.2	2.3	10.1
Banks	5,981	0.5	0.5	8.7	12.3
Diversified Financials	4,260	5.9	5.9	5.7	NA
Insurance	4,845	-0.3	-0.3	2.6	17.3
Telecommunication	4,478	1.8	1.8	5.3	15.6
Utilities	4,510	0.6	0.6	-1.1	8.9
REITs	4,457	0.1	0.1	-3.8	NA
Real Estate	4,479	1.4	1.4	-4.7	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Kingdom Holding Co.	10.04	10.0%	19.5
Dar Alarkan Real Estate Development Co.	10.34	9.9%	770.1
Fawaz Abdulaziz AlHokair Co.	30.76	7.0%	47.0
Arabian Shield Cooperative Insurance Co.	45.98	5.4%	20.4
Bawan Co.	18.17	3.6%	16.0

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Saudi Basic Industries Corp.	28-Jan	4Q17	3.7	-18.6	0.00	NA
Saudi Telecom Co.	25-Jan	4Q17	2,649.0	27.2	1.32	BEAT
Yanbu National Petrochemical Co	25-Jan	4Q17	779.9	28.5	1.39	NA
Saudi Arabia Fertilizers Co.	25-Jan	4Q17	62.5	-76.7	0.15	NA
ZAINKSA	23-Jan	4Q17	-45.0	NM	-0.08	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of January 29, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI rose 0.2% to close at 7,538 while NOMU ended 1.3% lower at 3,059 on Sunday. TASI traded value totaled SAR 3.4bn and averaged SAR 3.5bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 57% of the daily traded value.
- Banks ended 0.5% higher while Materials declined 0.8%. Telecom gained 1.8%. Diversified Financials (up 5.9%) was the best performer. Among stocks, Kingdom Holding Co. (4280/KINGDOM AB), Dar Alarkan Real Estate Development Co. (4300/ALARKAN AB), and Fawaz Abdulaziz AlHokair Co. (4240/ALHOKAIR AB) led gainers.
- At the World Economic Forum, Saudi Arabian Monetary Authority's governor revealed foreign currency reserves rose to SAR 1.8tn (USD 496bn) in December, adding the country has no plans to alter its current foreign exchange system. (Source: Argaam)
- Saudi General Authority for Statistics (GASTAT) reported the real estate price index declined 3.2% Y/Y in 4Q17, ascribed to a 2.2% Y/Y decline in prices in the residential sector, 5.7% decline in the commercial sector and 0.6% in the agricultural sector. (Source: Mubasher)
- Saudi Press Agency (SPA) revealed the country seeks to raise bank credit for small and medium sized enterprises from 2% to 5% by 2020, aimed at opening up new opportunities for crucial sectors and reviving the economy. (Source: Argaam)
- According to Al-Hayat, Saudi Aramco has started work on a 2,700-km pipeline to transfer gas to its plants in Al Hawiyah from Madrasah. The pipeline would provide 290 mn cubic feet of associated petroleum gas on daily basis. (Source: Mubasher)
- According to Saudi Aramco's CEO, the company's trading unit has started exchanging crude oil for products refined in other countries, allowing the company to tap new markets. (Source: Arabian Business)
- Saudi Telecom Co. (7010/STC AB) revealed the investment opportunities in 'Internet of Things' market in KSA is huge and anticipated to hit SAR 30bn (USD 8bn) by 2030. (Source: Mubasher)
- Saudi Industrial Services Co. (2190/SISCO AB) announced that the Red Sea Gateway Terminal expansion project was completed as planned and added that after the expansion, the total berth length of the terminal is 1,355 meters. (Source: Tadawul)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
MetLife AIG ANB Cooperative Insurance Co.	12.94	-9.9%	12.7
Mouwasat Medical Services Co.	163.71	-3.6%	1.3
Saudi Basic Industries Corp.	105.76	-2.9%	546.0
Alinma Tokio Marine Co.	23.82	-2.1%	8.0
National Industrialization Co.	16.73	-1.7%	26.0

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	10.34	9.9%	770
Saudi Basic Industries Corp.	105.76	-2.9%	546
Alinma Bank	20.47	0.2%	224
Al Rajhi Bank	71.52	1.1%	198
Saudi Kayan Petrochemical Co.	11.84	0.8%	196

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,464	-0.1	-0.1	2.8	23.0
Abu Dhabi (ADX)	4,632	-0.3	-0.3	5.3	16.3
Kuwait (KSE)	6,629	-0.3	-0.3	3.5	16.3
Qatar (QE)	9,412	-0.5	-0.5	10.4	15.7
Oman (MSM)	4,991	-0.3	-0.3	-2.1	11.5
Bahrain (BSE)	1,342	0.0	0.0	0.8	7.8
DJMENA Index	551	0.0	0.0	5.0	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,873	1.2	2.2	7.5	23.8
US (NASDAQ 100)	7,506	1.3	2.3	8.7	23.2
UK (FTSE 100)	7,666	0.7	-0.8	-0.3	22.7
Germany (DAX)	13,340	0.3	-0.7	2.8	19.6
France (CAC 40)	5,529	0.9	0.0	4.1	18.8
Russia (MICEX)	2,295	-1.1	0.4	9.1	7.8
Japan (Nikkei)	23,632	-0.2	-0.7	3.7	20.0
Hong Kong (HSI)	33,154	1.5	2.8	10.8	15.4
South Korea (KOSPI)	2,575	0.5	2.2	4.3	10.8
China (SHCOMP)	3,558	0.3	2.0	7.6	18.0
India (NIFTY)	11,070	-0.1	1.6	5.1	24.5
Brazil (IBOV)	85,531	2.2	5.3	11.9	21.2
Turkey (BIST 100)	120,702	1.8	4.8	4.7	10.5
Egypt (EGX30)	15,311	0.9	0.9	1.9	9.5
MSCI Emerging Markets	1,273	0.8	3.3	9.9	17.4
MSCI World	2,249	0.7	1.9	6.9	22.8

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	70.5	0.1	2.8	5.5	25.4
Natural Gas (\$/mmbtu)	3.5	1.7	10.0	18.7	-4.6
Gold (\$/oz)	1,350	0.1	1.3	3.6	13.6
Silver (\$/oz)	17.4	0.6	1.7	2.7	3.6
Platinum (\$/oz)	1,013	-0.1	0.0	8.8	3.6
Copper (\$/t)	7,043	-0.8	0.6	-2.3	20.6
Zinc (\$/t)	3,520	0.5	2.3	5.5	27.9
Lead (\$/mt)	2,604	-0.6	-0.2	4.4	9.0
Wheat (\$/bu)	441	1.5	4.3	3.3	-11.6
Corn (\$/bu)	357	0.4	1.1	1.6	-10.4
Sugar (\$/lb)	13.4	0.9	0.8	-11.9	-32.8

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.76	0.00	0.07	0.00
Saudi Arabia	1.89	0.00	-0.01	0.13
UAE	1.86	0.01	0.06	0.10
Kuwait	1.88	0.00	0.00	0.11
Qatar	2.55	-0.04	-0.10	0.79
Bahrain	2.75	0.00	0.02	0.99

Source: Reuters

NOTES: (1) Prices updated as of January 29, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate - Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China is trading 0.5% lower while Japan and South Korea are trading 0.1% and 1.1% higher respectively. Hong Kong is trading flat while India is up by 0.7%.
- GCC markets ended mixed on Sunday. Dubai and Abu Dhabi declined 0.1% and 0.3% respectively. Kuwait and Qatar ended 0.3% and 0.5% lower respectively. Oman declined 0.3%, while Bahrain ended the session flat.
- According to Oman's National Centre for Statistics and Information, the country's GDP stood at OMR 20.3bn (USD 52.8bn) at the end of 3Q17, up 10.1% Y/Y from OMR 18.4bn (USD 47.9bn) in the same period last year. (Source: Trade Arabia)
- The UAE's Ministry of Energy revealed petrol and diesel prices would increase 6% M/M in February 2018 and added 98 unleaded gasoline would increase 5% M/M to AED 2.36 a liter, while Special 95 would go up 6% M/M to AED 2.25 in February. (Source: Arabian Business)
- Kuwait's National Fund for Small and Medium Enterprise Development revealed it inked an MoU with GE Power to support small and medium enterprises and is aimed at building digital industrial applications for the power generation sector. (Source: Mubasher)
- According to Oman's National Centre for Statistics and Information, total vehicle registrations in the country declined 18.3% Y/Y to 73,798 in the first 11 months of 2017; it is ascribed to the recent slowdown influencing people's spending habits. (Source: Gulfbase)
- Dubai's Roads and Transport Authority awarded two contracts worth AED 1.4bn (USD 370mn) for phases one and two of the Expo Roads Improvement Project to ensure smooth flow of traffic that would serve Expo visitors and future projects in the area. (Source: Trade Arabia)
- Kuwait's Ministry of Commerce and Industry revealed the country's intra trade volume with the GCC nations attained KWD 616mn (USD 2.0bn) up to 3Q17. (Source: Mubasher)
- Gulf Navigation (GULFNAV UH) announced significant progress in acquiring majority stake in Singapore-based Atlantic Navigation Holdings (ATL SP). The deal is expected to provide more investment opportunities for Gulf Navigation in partnership with major oil corporations in the GCC. (Source: Mubasher)
- Mubasher reported Canal Sugar Co, a subsidiary of UAE-based Al Ghurair Group, inked two contracts worth USD 1.0bn (AED 3.7bn) with the Egyptian government. Source: Mubasher
- MAG Lifestyle Development appointed Dar Alwd Contracting as the infrastructure contractor for the MAG Creek Wellbeing Resort project worth AED 2.2bn (USD 599mn). As 26% of the work is finalized, the entire project is expected to be completed by June 2020. (Source: Gulfbase)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 26 (prior: -1.1mn barrels) will be announced on January 31. (Source: Econoday)
- China's PMI Manufacturing Index (prior: 51.5) for the month of January will be announced on January 31. (Source: Econoday)
- US jobless claims for the week ended January 27 (prior: 233K; consensus: 235K) will be announced on February 1. (Source: Econoday)

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